

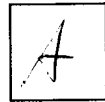
ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

RECEIVED

JUN 21 2004

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-02327A
Antelope Run Water Company
301 North Garden Avenue
Sierra Vista AZ 856350000

ANNUAL REPORT

FOR YEAR ENDING

12	31	2003
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FOR COMMISSION USE

Ann04	03
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COMPANY INFORMATION

Company Name (Business Name) <u>Antelope Run Water</u>		
Mailing Address <u>301 N GARDEN AVE</u>		
<u>Sierra Vista</u> (City)	<u>AZ</u> (State)	<u>85635</u> (Zip)
<u>520-458-3209</u> Telephone No. (Include Area Code)	<u>520-439-9717</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)
Email Address _____		
Local Office Mailing Address <u>Same</u>		
 (City)	 (State)	 (Zip)
 Local Office Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)
Email Address _____		

MANAGEMENT INFORMATION

Management Contact: <u>NATHAN WATKINS</u>		<u>Manager</u>	
 (Name)	 (Title)		
<u>301 N Garden Ave</u> (Street)	<u>Sierra Vista</u> (City)	<u>AZ</u> (State)	<u>85635</u> (Zip)
<u>520-458-3209</u> Telephone No. (Include Area Code)	<u>520-439-9717</u> Fax No. (Include Area Code)	<u>520-266-1976</u> Pager/Cell No. (Include Area Code)	
Email Address <u>nwatkins@theriver.com</u>			
On Site Manager: <u>Same</u>			
 (Name)			
 (Street)	 (City)	 (State)	 (Zip)
 Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
Email Address _____			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Bob Watkins
(Name)

N. Garden Ave Sierra Vista AZ 85635
(Street) (City) (State) (Zip)

520-438-4385 520-439-9717
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: N/A
(Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input checked="" type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|---|-----------------------------------|
| <input type="checkbox"/> APACHE | <input checked="" type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

ANTELOPE RUN WATER CO.

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	350		350
304	Structures and Improvements	2,014	1,734	280
307	Wells and Springs	23,856	22,515	1,341
311	Pumping Equipment	40,180	18,780	21,400
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	3,167	2,502	665
331	Transmission and Distribution Mains	102,365	61,110	41,255
333	Services			
334	Meters and Meter Installations	3,636	3,024	612
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	1,097	1,041	56
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	176,665	110,706	65,959

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME ANTELOPE RUN WATER CO.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	350		
304	Structures and Improvements	2,014		101
307	Wells and Springs	23,856		1,195
311	Pumping Equipment	40,180		2,826
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	3,167		-
331	Transmission and Distribution Mains	102,365		6,407
333	Services			
334	Meters and Meter Installations	3,636		259
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	1,097		117
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	176,665		10,905

This amount goes on the Comparative Statement of Income and Expense
Acct. No. 403.

COMPANY NAME ANTELOPE RUN WATER CO.

BALANCE SHEET

Acct .No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 3,015	\$ 4,808
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	71	32
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 3,086	\$ 4,840
	FIXED ASSETS		
101	Utility Plant in Service	\$ 162,772	\$ 176,665
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	< 99,801 >	< 110,706 >
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 62,971	\$ 65,959
	TOTAL ASSETS	\$ 66,057	\$ 70,799

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME ANTELOPE RUN WATER CO.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ 1,848	\$ 4,420
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	13,114	13,114
235	Customer Deposits		
236	Accrued Taxes	586	1,637
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	1,500	
	TOTAL CURRENT LIABILITIES	\$ 17,048	\$ 19,171
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	48,738	48,005
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 48,738	\$ 48,005
	TOTAL LIABILITIES	\$ 65,786	\$ 67,176
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings		
218	Proprietary Capital (Sole Props and Partnerships)	271	3,623
	TOTAL CAPITAL	\$ 271	\$ 3,623
	TOTAL LIABILITIES AND CAPITAL	\$ 66,057	\$ 70,799

COMPANY NAME ANTELOPE RUN WATER CO.

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 36,685	\$ 38,666
460	Unmetered Water Revenue		3,582
474	Other Water Revenues	621	261
	TOTAL REVENUES	\$ 37,306	\$ 42,509
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 7,200	\$ 7,150
610	Purchased Water		
615	Purchased Power	7,947	10,461
618	Chemicals		
620	Repairs and Maintenance	4,220	3,074
621	Office Supplies and Expense	1,132	1,379
630	Outside Services	670	700
635	Water Testing	1,727	1,316
641	Rents	2,400	1,200
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	412	57
403	Depreciation Expense	10,506	10,905
408	Taxes Other Than Income	645	906
408.11	Property Taxes	2,705	2,009
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 39,564	\$ 39,157
	OPERATING INCOME/(LOSS)	\$ < 2,258 >	\$ 3,352
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	< 37 >	
	TOTAL OTHER INCOME/(EXPENSE)	\$ < 37 >	\$ -
	NET INCOME/(LOSS)	\$ < 2,295 >	\$ 3,352

COMPANY NAME ANTELOPE RUN WATER CO.

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 6345.50

Meter Deposits Refunded During the Test Year

\$ 1432.50

COMPANY NAME ANTELOPE RUN WATER

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
SS 632909	20	180	140	10	3	1979
SS 602909	N/A	N/A	950	3	N/A	1979
SS 632909	1	15	100	3	N/A	1979

- Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
10,000	1	6,000	1
5,000	1	1500	1
		85	1

COMPANY NAME ANTelope Run Water

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	700
3		
4	PVC	11000
5		
6	PVC	15000
8	PVC	100
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	121
3/4	
1	4
1 1/2	
2	1
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

STRUCTURES:

penes

OTHER:

temperature

COMPANY NAME: ANTELOPE RUN WATER

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	120	917	
FEBRUARY	121	1175	
MARCH	120	1003	
APRIL	119	1403	
MAY	120	1874	
JUNE	122	2522	
JULY	122	1836	
AUGUST	121	2551	
SEPTEMBER	122	1753	
OCTOBER	124	2585	
NOVEMBER	124	2338	
DECEMBER	124	1283	
TOTAL		N/A	

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (X) No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (X) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. 4000 mg/l

(If more than one well, please list each separately)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Antelope Run Water YEAR ENDING 12/31/2003

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2003 was: \$ 1,945

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

ANTELOPE RUN WATER COMPANY301 N. GARDEN AVE.
SIERRA VISTA, ARIZONA 85635
(520) 458-4388WELLS FARGO BANK
Sierra Vista Office
Sierra Vista, Arizona

91-527/1221

1686

10/17/2003

PAY TO THE ORDER OF MARSHA BONHAM.

\$ **1,004.36

One Thousand Four and 36/100*****

DOLLARS

MARSHA BONHAM.

Nathan Waters

MEMO PAR#901-26-870-6 1st half 2003

⑈001686⑈ ⑆122105278⑆0911759819⑈

⑈0000100436⑈

ANTELOPE RUN WATER COMPANY301 N. GARDEN AVE.
SIERRA VISTA, ARIZONA 85635
(520) 458-4388WELLS FARGO BANK
Sierra Vista Office
Sierra Vista, Arizona

91-527/1221

1617

4/30/2003

PAY TO THE ORDER OF MARSHA BONHAM.

\$ **940.29

Nine Hundred Forty and 29/100*****

DOLLARS

MARSHA BONHAM.

*Cochise County Treasurer
P.O. Box 1773
Sierra Vista, AZ 85635**Nathan Waters*

MEMO PAR#901-26-870-6 Second half 2002

⑈001617⑈ ⑆122105278⑆0911759819⑈

⑈0000094029⑈

COMPANY NAME ANTELOPE RUN WATER CO.

YEAR ENDING 12/31/2003

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 1,903
Estimated or Actual Federal Tax Liability _____State Taxable Income Reported 1,903
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE4-15-04
DATEAntelope Run Water Co.
PRINTED NAMEManager
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

JUN 21 2004

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) <u>Cochise</u>
NAME (OWNER OR OFFICIAL) TITLE <u>NATHAN WATTS Manager</u>
COMPANY NAME <u>ANTELOPE RUN WATER</u>

**AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES**

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 45,000

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 2491
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 15th DAY OF

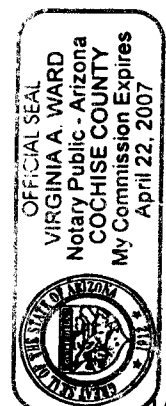
(SEAL)

MY COMMISSION EXPIRES 4/22/07

Nathan Watts
SIGNATURE OF OWNER OR OFFICIAL
520-458-3009
TELEPHONE NUMBER

COUNTY NAME	<u>Cochise</u>
MONTH	<u>April</u>
	<u>2004</u>

Virginia Ward
SIGNATURE OF NOTARY PUBLIC



RECEIVED

JUN 21 2004

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) <u>COCHISE</u>	
NAME (OWNER OR OFFICIAL) <u>NATHAN WATKINS</u>	TITLE <u>Manager</u>
COMPANY NAME <u>ANTELOPE R.W. WATER</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2003</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

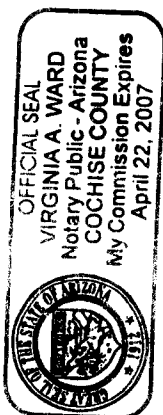
\$ 38,292

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 2479.76
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

Nathan Watkins

SIGNATURE OF OWNER OR OFFICIAL



SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

15th

DAY OF

(SEAL)

MY COMMISSION EXPIRES 4/22/07

NOTARY PUBLIC NAME <u>Virginia Ward</u>	
COUNTY NAME <u>Cochise</u>	
MONTH <u>April</u>	20 <u>04</u>

X Virginia Ward

SIGNATURE OF NOTARY PUBLIC